

HERSHEY CHOCOLATE CORPORATION
AND
SUBSIDIARY COMPANIES

CONSOLIDATED BALANCE SHEET

December 31st, 1921

AND

INCOME STATEMENT

For the 12 Months Ending, December 31st, 1921

COMPARATIVE BALANCE SHEET

OF

HERSHEY CHOCOLATE COMPANY

(PRINCIPAL SUBSIDIARY)

December 31st, 1921

HERSHEY CHOCOLATE CORPORATION

AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEET—DECEMBER 31, 1921

ASSETS

Cash	2,214,591.26
Customers' Accounts Receivable (Net).....	1,271,967.72
Merchandise Inventories	5,346,170.97
Prepaid Insurance, Interest and Taxes.....	97,676.54
Sugar Crop 1922 Advances and Other Prepayments	907,307.92
Land and Buildings	12,320,031.51
Machinery and Equipment	9,429,988.59
Public Service Construction	9,973,418.09
Public Service Equipment	1,935,753.54
Good Will, Trade Marks, etc.:	
(Of which \$4,494,098.12 represents amount paid for stock of subsidiaries in excess of par value)	4,903,930.20
Deferred Charges, Unamortized Bond Discount, etc.....	1,045,331.60
TOTAL ASSETS	<u>49,446,167.94</u>

LIABILITIES

Accounts Payable	1,200,153.78
Accrued Taxes, Interest, etc.....	514,574.49
Bank Loans	10,666,217.98
Funded Debt	9,349,209.75
Reserve for Depreciation	6,181,351.86
Capital Stock	2,140,700.00
Surplus	19,393,960.08
TOTAL LIABILITIES	<u>49,446,167.94</u>

**HERSHEY CHOCOLATE CORPORATION
AND SUBSIDIARIES**

**CONSOLIDATED STATEMENT OF INCOME AND PROFIT AND LOSS
FOR THE TWELVE MONTHS ENDING DECEMBER 31, 1921**

Sales	26,523,827.29
Cost of Goods Sold.....	19,189,553.08
Gross Profit	<u>7,334,274.21</u>
Shipping and Selling Expenses.....	1,303,139.88
General and Administrative Expenses.....	<u>1,829,498.39</u>
Total Expenses	<u>3,132,638.27</u>
Net Profit	<u>4,201,635.94</u>
Cash Discounts Taken.....	101,629.15
Interest on Notes Receivable, etc.....	7,197.70
Other Income	<u>102,394.48</u>
Gross Income	<u>4,412,857.27</u>
Deductions from Income:	
Interest on Funded Debt.....	715,024.40
Interest on Notes and Bank Loans.....	1,135,143.72
Cash Discounts Allowed.....	396,748.32
Federal Taxes	869,510.27
Other Deductions	112,452.25
Total Deductions from Income.....	<u>3,228,878.96</u>
Net Income	<u>1,183,978.31</u>
Dividends Paid	<u>130,849.83</u>
Balance	<u>1,053,128.48</u>
Add:	
Profit and Loss Credits.....	15,880.70
Total	1,069,009.18
Deduct:	
Profit and Loss Debits.....	92,917.37
Surplus for the Period.....	976,091.81
Surplus Beginning of Period.....	<u>18,417,868.27</u>
Surplus End of Period.....	<u>19,393,960.08</u>

HERSHEY CHOCOLATE COMPANY

COMPARATIVE BALANCE SHEET—DECEMBER 31, 1921

ASSETS

	December 31, 1921	January 1, 1921	Increase Decrease
Fixed Assets:			
Real Estate—Land and Buildings.....	7,433,507.02	7,172,883.33	260,623.69
Machinery, Equipment and Fixtures.....	4,950,936.96	4,728,255.15	222,681.81
Total Fixed Assets.....	12,384,443.98	11,901,138.48	483,305.50
Investments, Securities and Intercompany Accounts.....	28,311,204.13	26,753,331.00	1,557,873.13
Current Assets:			
Cash	1,781,321.44	720,485.00	1,060,836.44
Accounts Receivable (Net).....	872,481.63	894,787.56	22,305.93
Merchandise Inventories	3,065,499.22	4,754,570.59	1,689,071.37
Prepayments n/c Purchases.....	5,767.75	4,867.06	900.69
Total Current Assets	5,725,070.04	6,374,710.21	649,640.17
Deferred Charges	49,226.43	166,16.24	117,489.81
Good Will, Trade Marks, etc..	318,454.30	318,454.30	
TOTAL ASSETS	46,788,398.88	45,514,350.23	1,274,048.65

LIABILITIES

Capital Stock:			
Preferred	1,635,700.00	1,634,000.00	1,700.00
Common	500,000.00	500,000.00	
Total Capital Stock	2,135,700.00	2,134,000.00	1,700.00
First Mortgage 6% Gold Bonds (see note).....	10,315,714.28	10,791,904.76	476,110.48
Current Liabilities:			
Loans and Notes Payable.....	2,437,092.19	6,517,980.81	4,080,888.62
Accounts Payable	383,518.32	916,002.82	532,484.50
Accrued Taxes	43,552.98	13,607.49	29,945.49
Accrued Income and Excess Profits Taxes	109,932.80		109,932.80
Accrued Wages, Interest, etc.....	51,776.79	53,959.52	2,182.73
Total Current Liabilities.....	3,025,873.08	7,501,550.64	4,475,677.56
Intercompany Accounts—Credits	3,125,611.53	1,172,479.15	1,953,132.38
Reserve for Depreciation.....	3,369,531.51	2,817,377.97	552,153.54
Surplus:			
Balance December 31, 1920.....	21,097,037.71	21,097,037.71	
Profit for Year.....	3,849,780.60		3,849,780.60
Gross Total	24,946,818.31	21,097,037.71	3,849,780.60
Dividends Paid	130,849.83		130,849.83
Surplus Balance December 31, 1921.....	24,815,968.48	21,097,037.71	3,718,930.77
TOTAL LIABILITIES	46,788,398.88	45,514,350.23	1,274,048.65

NOTE—Pledged as security for Hershey Chocolate Corporation First Lien 7½% Ten-Year Sinking Fund Gold Bonds